

## DIVISION OF STATE LANDS

DEPARTMENT OF NATURAL RESOURCES ROOM 411 EMPIRE BUILDING 231 EAST 400 SOUTH SALT LAKE CITY, UTAH 84111

(801) 533-5381

January 8, 1979

Scott M. Matheson Governor

Gordon E. Harmston Executive Director Dept. of Natural Resources

William K. Dinehart Director

JUS ACT /047/008

CERTIFIED MAIL NO. 982712

Ziegler Chemical Corporation P.O. Box 455 Great Neck, NY 10021

ATTENTION: FRANK GODINA

Gentlemen:

RE: ML 29216, 30645, and 34863

It has recently come to my attention that all three of the above-numbered leases comprise the Ute No. 32 Gilsonite Mine being operated by your company, yet reclamation surety bond #557E400-A issued on your behalf by the Travelers Indemnity Company in the amount of \$4,489.70 on March 27, 1978, and accepted by the Division of State Lands on August 28, 1978, lists only one of these leases, ML 34863, for which it is liable.

It is necessary that the bond computed by the Division of Oil, Gas, and Mining in the amount of \$4,489.70 for the Unit No. 32 Mine be posted to cover all leases which may be involved in that mining operation and from which mineral production will occur. In order to resolve this dilemma, please submit a rider to your present bond within 30 days such that responsibility is also stipulated for ML 29216 and ML 30645.

Sincerely yours,

ECONOMIC GEOGRAPHER

JOHN T. BLAKE

JTB/bp

CC The Travelers Indemnity Co. 80 John Street New York, NY 10038

> Ron Daniels, Oil, Gas, and Mining 1588 West North Temple Salt Lake City, UT 84116